

General Assembly

Amendment

February Session, 2018

LCO No. 4155



Offered by:

SEN. LOONEY, 11th Dist. SEN. FASANO, 34th Dist. SEN. BYE, 5th Dist. SEN. GERRATANA, 6th Dist.

SEN. KENNEDY, 12th Dist.

SEN. SOMERS, 18th Dist. REP. RITTER M., 1st Dist. REP. COOK, 65th Dist. REP. JOHNSON, 49th Dist. REP. TERCYAK, 26th Dist.

To: Subst. Senate Bill No. 379

File No. 575

Cal. No. 349

"AN ACT LIMITING CHANGES TO HEALTH INSURERS' PRESCRIPTION DRUG FORMULARIES."

- Strike everything after the enacting clause and substitute the following in lieu thereof:
- "Section 1. Section 38a-492f of the general statutes is repealed and the following is substituted in lieu thereof (*Effective January 1, 2019*):
- (a) [Each] No individual health insurance policy providing coverage of the type specified in subdivisions (1), (2), (4), (11) and (12) of section 38a-469 delivered, issued for delivery, renewed, amended or continued in this state that provides coverage for outpatient prescription drugs shall, [not] during a policy term, (1) deny coverage for an insured for any drug that the insurer removes from its list of covered drugs, [or
- 11 otherwise ceases to provide coverage for, if (1) the insured was using

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the drug for the treatment of a chronic illness prior to the removal or 12 13 cessation of coverage, (2) the insured was covered under the policy for 14 the drug prior to the removal or cessation of coverage, and (3) the 15 insured's attending health care provider states in writing, after the 16 removal or cessation of coverage, that the drug is medically necessary 17 and lists the reasons why the drug is more medically beneficial than 18 the drugs on the list of covered drugs.] or (2) if such policy imposes a coinsurance, copayment, deductible or other out-of-pocket expense 19 20 that is more than forty dollars for any prescription drug, reclassify a 21 drug by moving the drug to a higher cost-sharing tier. The provisions 22 of this section shall apply if the insured was covered under such policy 23 for a drug and was using the drug prior to the removal or reclassification. The provisions of this section shall not apply if the 24 25 insured's attending health care provider states, in writing, that a drug 26 is no longer medically necessary or prescribes another therapeutically 27 equivalent drug on the list of covered drugs. Such benefits shall be subject to the same terms and conditions applicable to all other 28 benefits under such policies. 29

- 30 (b) Except as provided in subsection (a) of this section, an insurer
 31 may reclassify a drug by moving the drug to a higher cost-sharing tier
 32 or remove a drug from the insurer's list of covered drugs, provided the
 33 insurer shall provide to each insured and participating provider at
 34 least sixty days' advance written notice of such reclassification or
 35 removal.
- 36 (c) Nothing in this section shall be construed as prohibiting:
- 37 (1) An insurer from removing a drug from the insurer's list of 38 covered drugs if (A) the federal Food and Drug Administration 39 determines that the drug is no longer safe and effective, or (B) the 40 federal Food and Drug Administration or the manufacturer of such 41 drug withdraws such drug from the market;
- 42 (2) An insurer from adding a drug to the insurer's list of covered 43 drugs including, but not limited to, a generic or multisource brand

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name prescription drug that is therapeutically equivalent to a drug on such list; or

- 46 (3) A health care provider from prescribing another drug on an
- 47 insurer's list of covered drugs that the provider deems medically
- 48 <u>necessary.</u>
- Sec. 2. Section 38a-518f of the general statutes is repealed and the following is substituted in lieu thereof (*Effective January 1, 2019*):
- 51 (a) [Each] No group health insurance policy providing coverage of 52 the type specified in subdivisions (1), (2), (4), (11) and (12) of section 53 38a-469 delivered, issued for delivery, renewed, amended or continued 54 in this state that provides coverage for outpatient prescription drugs 55 shall, [not] during the policy term, (1) deny coverage for an insured for 56 any drug that the insurer removes from its list of covered drugs, [or 57 otherwise ceases to provide coverage for, if (1) the insured was using 58 the drug for the treatment of a chronic illness prior to the removal or 59 cessation of coverage, (2) the insured was covered under the policy for 60 the drug prior to the removal or cessation of coverage, and (3) the 61 insured's attending health care provider states in writing, after the 62 removal or cessation of coverage, that the drug is medically necessary 63 and lists the reasons why the drug is more medically beneficial than 64 the drugs on the list of covered drugs.] or (2) if such policy imposes a 65 coinsurance, copayment, deductible or other out-of-pocket expense 66 that is more than forty dollars for any prescription drug, reclassify a 67 drug by moving the drug to a higher cost-sharing tier. The provisions 68 of this section shall apply if the insured was covered under such policy 69 for a drug and was using the drug prior to the removal or 70 reclassification. The provisions of this section shall not apply if the 71 insured's attending health care provider states, in writing, that a drug 72 is no longer medically necessary or prescribes another therapeutically 73 equivalent drug on the list of covered drugs. Such benefits shall be 74 subject to the same terms and conditions applicable to all other 75 benefits under such policies.

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(b) Except as provided in subsection (a) of this section, an insurer may reclassify a drug by moving the drug to a higher cost-sharing tier or remove a drug from the insurer's list of covered drugs, provided the insurer shall provide to each insured and participating provider at least sixty days' advance written notice of such reclassification or removal.

- 82 (c) Nothing in this section shall be construed as prohibiting:
- (1) An insurer from removing a drug from the insurer's list of covered drugs if (A) the federal Food and Drug Administration determines that the drug is no longer safe and effective, or (B) the federal Food and Drug Administration or the manufacturer of such drug withdraws such drug from the market;
- 88 (2) An insurer from adding a drug to the insurer's list of covered 89 drugs including, but not limited to, a generic or multisource brand 90 name prescription drug that is therapeutically equivalent to a drug on 91 such list; or
- 92 (3) A health care provider from prescribing another drug on an 93 insurer's list of covered drugs that the provider deems medically 94 necessary."

This act shall take effect as follows and shall amend the following sections:		
Section 1	January 1, 2019	38a-492f
Sec. 2	January 1, 2019	38a-518f

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